



The Credit Union offers student loans in two formats. The program was originally designed to help employees who are currently employed by the Federal Reserve Bank of Boston and sign up for job related coursework approved by department officers. This loan is a Line of Credit with a balloon payment. For example: Member borrows \$5,000 initially from the credit union under the line to pre-pay the coursework. Once the course has been completed and the Federal Reserve reimburses the members for the costs incurred. He/she then in turn pays off the line of credit about 120 days from the time the loan is taken. This is usually repeated upon further coursework. It essentially acts as a bridge loan until reimbursement with no payments made until the member has received the funds from the Reserve Bank. Courses outside of the Reserve Bank sponsorship can be taken up to \$10,000 payable monthly starting 30 days after the loan is dispersed. So this assumes to still employed and a part-time student. The rate in either case is 6% APR.

What is needed to apply:

- a) Completed Loan application
- b) Income verification (pay stub)
- c) Department description of coursework with approval from Dept officer/manager
- d) Non-bank sponsored coursework a tuition bill is required as payment is made directly to the university or college